

STATE OF NORTH DAKOTA
COUNTY OF BURLEIGH

COPY

BEFORE THE
SECURITIES COMMISSIONER

In the matter of)	CEASE AND DESIST ORDER
The Principality of Hutt River)	NOTICE OF RESCISSION
Province; and)	AND NOTICE OF
its Officers, Directors,)	OPPORTUNITY FOR
Agents and Employees)	HEARING
)	
)	
Respondents,)	

THE SECURITIES COMMISSIONER OF THE STATE OF NORTH DAKOTA TO THE
PRINCIPALITY OF HUTT RIVER PROVINCE; AND ITS OFFICERS, AGENTS,
SERVANTS AND EMPLOYEES:

1. It appears to the Securities Commissioner that The Principality of Hutt River Province ("Respondents") and its officers, directors, agents, servants or employees have engaged in, are engaging in, or are about to engage in, acts, practices or transactions, as more fully described below, which are prohibited under Chapter 10-04 of the North Dakota Century Code (N.D.C.C.). It further appears to the Securities Commissioner that it is necessary or appropriate in the public interest or for the protection of investors to restrain these acts, practices, or transactions;
2. the Respondents have offered for sale, solicited an order or offer to buy, or sold securities to residents of North Dakota in violation of N.D.C.C. § 10-04-04;
3. the subject securities have not been registered with the Securities Commissioner under N.D.C.C. §§ 10-04-07; 10-04-07.1; 10-04-08; or 10-04-08.1; are not exempt securities under 10-04-05 N.D.C.C.; and have not been offered for sale or sold in exempt transactions under 10-04-06 N.D.C.C.;
4. the Respondents have failed to register as dealers in violation of N.D.C.C. § 10-04-10(1);
5. the Respondents have failed to register any salesman in violation of N.D.C.C. § 10-04-10(2);
6. on or around April 5, 1995, Petitioner sent, via United States mail, a Subpoena Duces Tecum to Respondents;
7. the Respondents failed to respond to the Subpoena Duces Tecum.

NOW, THEREFORE, IT IS ORDERED, pursuant to N.D.C.C. § 10-04-16, that The Principality of Hutt River Province and its officers, directors, agents, servants or employees immediately CEASE AND DESIST:

- A. From offering for sale or selling in North Dakota the subject securities, or any other security however denominated of any issuer, unless and until such securities have been registered with the Securities Commissioner; provided, however, that nothing in this part of the order shall apply to exempt securities under 10-04-05 N.D.C.C., or to exempt transactions under 10-04-06, N.D.C.C.;
- B. From offering for sale or selling in North Dakota subject securities, or any other security however denominated of any issuer, unless and until they have registered as dealers or salesmen with the Securities Commissioner; provided, however, that nothing in this part of the order shall apply to exempt transactions under 10-04-06, N.D.C.C.

YOU ARE NOTIFIED that the above-cited violations, are sufficient grounds for the imposition of a civil penalty and administrative cost, pursuant to 10-04-16 N.D.C.C.

YOU ARE NOTIFIED that pursuant to 10-04-17 N.D.C.C., the Commissioner hereby orders Respondent to make a rescission offer for any securities sold to any North Dakota residents Respondent has conducted business with in the past, or with whom Respondent is presently conducting business.

YOU ARE NOTIFIED that pursuant to 10-04-12 N.D.C.C., you may request a hearing before the Securities Commissioner if such a request is made in writing WITHIN FOURTEEN (14) DAYS AFTER THE RECEIPT OF THIS ORDER. The respondent has the right to be represented by legal counsel at the hearing.

IN TESTIMONY WHEREOF, witness my hand and seal this 8th day of May, 1995.

(SEAL)



CAL HOOVESTOL

SECURITIES COMMISSIONER

COPY

IN THE MATTER OF:

AFFIDAVIT
OF
MAILING

Officers, Directors,
Agents and Employees

Respondents,

Jocelyn Smith-Whitney, being first duly sworn under oath,
deposes and says:

1. That she is a citizen of the United States over the age of twenty-one years and not a party to or interested in the above-entitled proceeding.

2. That on the 15th day of May 1995, she deposited in the Central Mailing Bureau of the United States Post Office Department in the State Capitol in Bismarck, North Dakota, true and correct copies of the following document:

**CEASE AND DESIST ORDER
NOTICE OF RESCISSION AND
OPPORTUNITY FOR HEARING**

3. That a copy of the above document was securely enclosed in an envelope with postage duly prepaid and addressed as follows:

The Principality of Hutt River Province
Box 6643 Gov't Post Office
GCMC
Queensland
Australia

4. That to the best of her knowledge, information, and belief, the address given above is the actual post office address of the party intended to be so served.

~~Jocelyn Smith-Whitney~~
Jocelyn Smith-Whitney

Subscribed and sworn to before me this 15th day of May 1995.

Cheryl Fleck
CHERYL FLECK Notary

CHERYL FLECK Notary Public
State of North Dakota
My commission expires 1/1/11

CHERYL FLECK
Notary Public, STATE OF NORTH DAKOTA
My Commission Expires JUNE 23, 1999